INSTRUMENT PREPARED BY VIRGINIA GAS AND OIL BOARD ORDER RECORDED UNDER CODE OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

SUPPLEMENTAL ORDER REGARDING

DOCKET NO. VGOB 08/06/17-2247

**ELECTIONS, UNIT: VC-539280** 

(hereinafter "Subject Drilling Unit")

TAX MAP IDENTIFICATION NUMBERS:

TAX MAP IDENTIFICATION NUMBERS FOR ALL PARCELS AFFECTED BY THIS ORDER ARE SHOWN ON EXHIBIT (S) 

B WHICH IS/ARE ATTACHED TO AND A PART OF THIS ORDER

REPORT OF BOARD

### FINDINGS AND ORDER

1. This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992, at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirement of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on July 15, 2008 and recorded in Deed Book 456, Page 289 in the Office of the Clerk of Circuit Court, Dickenson County, Virginia on August 7, 2008, (herein "Board Order") to complete the record regarding elections. The Board Order pooled all interest in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 et seq., Virginia Code, 1950 as amended.

### 2. Findings: The Board finds that:

- (a) The Board Order directed EQT Production Company, (herein the Designated Operator"), to mail copies of the Board Order to all respondents whose interest, if any, were pooled by said Board Order;
- (b) The designated operator filed its affidavit of mailing dated September 2, 2008, disclosing that it had mailed a correct copy of the Board's Order to all Respondents whose interest, if any, were pooled by said Board Order;

- (c) The Board Order required each Respondent whose interest, if any, were pooled by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated April 27, 2010, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.70C (herein "Affidavit of Election"), wherein it has, for each Respondent whose interest, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election made, if any; (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interest, estates and claims in Subject Drilling Unit to the Designated Operator;
- (d) The Board Order further required the Designated Operator, after expiration of the election period, to file with the Board a statement of the interests subject to escrow under the terms and provisions of the Board Order, in light of the elections made or deemed to have been made (herein "Statement of Interests"); that the Designated Operator furnished said Statement of Interests as part of its Affidavit of Election. A copy of which is attached hereto as Exhibit B;
- (e) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, First Bank & Trust Company, P.O. Box 3860, Kingsport, TN 37660 (423) 245-6971, Attn: Debbie Davis, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated December 23, 1992.
- 3. Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2 above and the annexed Affidavits, any funds subject to escrow and instructs the Escrow Agent, First Bank & Trust Company, P.O. Box 3860, Kingsport, TN 37660 (423) 245-6971, Attn: Debbie Davis, or any successor named by the Board to establish interest-bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in said affidavits to receive such funds and account to the Board therefore.
- 4. <u>Mailing of Order and Filing of Affidavit:</u> The Designated Operator under the captioned Order or its Attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each person whose interest or claim is subject to escrow and whose address is known.
- 5. <u>Conclusion:</u> Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
- 6. <u>Effective Date:</u> This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 30 day of
DONE AND PERFORMED THIS 30 day of July, 2010 by Order of this Board.
David Asbury Jr.  Principal Executive To The Staff  Virginia Gas and Oil Board
STATE OF VIRGINIA ) COUNTY OF RUSSELL )
Acknowledged on this 30 day of

My commission expires: September 30, 2013.



Diane Davis, Jotary 174394

### **VIRGINIA:**

#### BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE: Application of EQT Production Company, for Forced Pooling of Interests in Unit Number VC-539280 VGOB Docket No. VGOB-08/06/17-2247 in the Kenady Magisterial District of Dickenson County, Virginia.

AFFIDAVIT OF WILHOIT & KAISER, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER

James E. Kaiser (herein Affiant), being first duly sworn on oath, deposes and says:

- 1. That the Affiant is an attorney in the law firm of WILHOIT & KAISER, the Agent for the Designated Operator, with offices located at 220 Broad Street, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
- 2. That the Order entered on July 15, 2008, by the Virginia Gas and Oil Board regarding the captioned coalbed methane Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
- 3. That within seven (7) days of the receipt of an executed copy of the Order referred to at Paragraph 2. above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter;
- 4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date said Order was recorded in the county above named; that said Order was recorded on August 7, 2008.
- 5. That the Designated Operator, by and through their agent, Wilhoit & Kaiser, Attorneys-at-Law, have established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interest have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to Subject Unit; that the following persons delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day election periods:

**NONE** 

### 5% 48080 005

6. That the interest and/or claims of the following persons (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow as either unknown claiments or conflicting claiments under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia; that opposite the name of each person named as a Respondent listed below is set forth:

TRACT	LESSOR	LEASE STATUS	NET REVENUE <u>INTEREST</u>
5	James Phillips & Goldie Phillips, h/w 1414 Phillips Hollow Dante, VA 24237	Leased 245304	0.0012
OR	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.0012
6 OR	Carl Phillips P. O. Box 501 Saltsville, VA 24370	Leased 245304	0.0029
OK .	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.0029
8 OR	E. Berry Compton, Jr Unknow/Unlocatable	Unleased	0.0100125
	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.0100125
11	Timothy Ross Phillips 2392 Phillips Hollow Dante, VA 24237	Unleased	0.00676389
	Michael Creed Phillips 2392 Phillips Hollow Dante, VA 24237	Unleased	0.0067639
	Crystal Denise Phillips 2392 Phillips Hollow Dante, VA 24237	Unleased	0.0067639

<u>TRACT</u>	<u>LESSOR</u>	LEASE STATUS	NET REVENUE INTEREST
11	Ethel Hamon Garner 815 East Irving Park Road Streamwood, IL 60107	Unleased	0.0025365
	Kathy Eliopoulos Unknown/Unlocatable	Unleased	0.00126823
	Christine Filus Unknown/Unlocatable	Unleased	0.00126823
	John Curtis Hamon & Bessie hamon, h/w 726 Union Avenue Romeoville, IL 60446	Leased	0.00253646
	Elissa DeAnna Skeen 124 Shawn Way Martinez, GA 30907	Leased	0.0025365
OR	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.03043750

7. That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims.

### **NONE**

8. That the following persons have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective interests shall be deemed to have leased pursuant to and in accordance with paragraph 10 of the Order.

<u>TRACT</u>	<u>LESSOR</u>	CASH CONSIDERATION
8	E. Berry Compton, Jr Unknow/Unlocatable	$4.71000 \times \$5.00 = \$23.55$
11	Timothy Ross Phillips 2392 Phillips Hollow Dante, VA 24237	$0.05411 \times \$5.00 = \$0.27$

<u>TRACT</u>	<u>LESSOR</u>	CASH CONSIDERATION
11	Michael Creed Phillips 2392 Phillips Hollow Dante, VA 24237	$0.05411 \times \$5.00 = \$0.27$
	Crystal Denise Phillips 2392 Phillips Hollow Dante, VA 24237	$0.05411 \times \$5.00 = \$0.27$
	Ethel Hamon Garner 815 East Irving Park Road Streamwood, IL 60107	0.02029  x  \$5.00 = \$0.10
	Kathy Eliopoulos Unknown/Unlocatable	$0.01015 \times \$5.00 = \$0.05$
	Christine Filus Unknown/Unlocatable	$0.01015 \times \$5.00 = \$0.05$

•

# 8K 488PS 000

That pursuant to the provision of 4VAC 25-160.70C annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent are required in this matter pursuant to the terms of §§ 45.1-361.21.D.

Dated at Kingsport, T	Tennessee, this _	<u>28th</u>	_day of _	April,	201	0.
				Affiar	<u>III</u>	
				V		
State of Tennessee County of Sullivan	)					
Taken, subscribed an	d sworn to before	e me by	James E	. Kaiser, the	e Agent of EQT	Production
Company, a corporati	ion, on behalf of	the cor	poration,	this 28th	day of	April, 2010
			1	A A STATE OF	PETONOMIANA	<u>.</u>
			Susan Pet	erson, Nota	WNESSEF 2	=
				(Q.*.)	THE TOTAL THE TENTE OF T	Tendent Communication of the C
				THINK	AN COUNTINE	
My commission expi	res: October 24	, 2012.		*111	Minimum.	

EK 480P6 009

### EXHIBIT "B" VC-539280 VGOB - 08/06/17-2247

<u>TR</u>	LESSOR	LEASE STATUS	INTEREST WITHIN <u>UNIT</u>	GROSS ACREAGE <u>IN UNIT</u>	NET REVENUE <u>INTEREST</u>	
	<u>G</u>	as Estate Only				
1 TAX ID 2270310	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-525	15.190000%	8.9300	0.0190	RI
Tract 1 Totals	Equitable Production Company		15.190000%	8.9300	0.1329 0.1519	WI
2 TAX ID 1827987	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-61	27.210000%	15.9900	0.0340	RI
	Equitable Production Company				0.2381	WI
Tract 2 Totals			27.210000%	15.9900	0.2721	•••
3 TAX ID 1828101	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-105	4.9300000%	2.9000	0.0062	RI
	Equitable Production Company				0.0431	WI
Tract 3 Totals			4.930000%	2.9000	0.0493	
4 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	2.57000%	1.51000	0.0032	RI
	Equitable Production Company				0.0225	WI
Tract 4 Totals			2.570000%	1.5100	0.0257	
5 TAX ID # 9640	James Phillips & Goldie Phillips, h/w 1414 Phillips Hollow Dante, VA 24237	Leased 245304	0.97000%	0.57000	0.0012	RI
	Equitable Production Company				0.0085	WI
Tract 5 Totals			0.970000%	0.5700	0.0097	
6 TAX ID 9597	Carl Phillips P. O. Box 501 Saltsville, VA 24370	Leased 245304	2.33000%	1.37000	0.0029	RI
	Equitable Production Company				0.0204	WI
Tract 6 Totals			2.330000%	1.3700	0.0233	
7 TAX ID 1827986	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-62	5.89000%	3.46000	0.0074	RI
	Equitable Production Company				0.0515	WI
Tract 7 Totals			5.890000%	3.4600	0.0515	441
8 Minerals Only	E. Berry Compton, Jr Unknow/Unlocatable	Unleased	8.01000%	4.71000	0.0100	Rì
	Equitable Production Company				0.0701	WI
Tract 8 Totals		***	8.010000%	4.7100	0.0801	

# 88 48676 010

9 TAX ID 1828015	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-34	6.65000%	3.91000	0.0083	RI
	Equitable Production Company				0.0582	. WI
Tract 9 Totals		· · · · · · · · · · · · · · · · · · ·	6.650000%	3.9100	0.0665	
10 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.76000%	0.44000	0.0010	RI
	Equitable Production Company				0.0067	WI
Tract 10 Totals			0.760000%	0.4400	0.0076	
11 TAX ID 9596	Timothy Ross Phillips 2392 Phillips Hollow Dante, VA 24237	Unleased	5.41111%	0.05411	0.0068	RI
	Michael Creed Phillips 2392 Phillips Hollow Dante, VA 24237	Unleased	5.41111%	0.05411	0.0068	RI
	Crystal Denise Phillips 2392 Phillips Hollow Dante, VA 24237	Unleased	5.41111%	0.05411	0.0068	RI
	Ethel Hamon Gamer 815 East Irving Park Road Streamwood, IL 60107	Unleased	2.02917%	0.02029	0.0025	RI
	Kathy Eliopoulos Unknown/Unlocatable	Unleased	1.01458%	0.01015	0.0013	RI
	Christine Filus Unknown/Unlocatable	Unleased	1.01458%	0.01015	0.0013	RI
	John Curtis Hamon & Bessie hamon, h/w 726 Union Avenue Romeoville, IL 60446	Leased	2.02917%	0.02029	0.0025	RI
	Elissa DeAnna Skeen 124 Shawn Way Martinez, GA 30907	Leased	2.02917%	0.02029	0.0025	RI
	Equitable Production Company				0.2131	WI
Tract 11 Totals			24.350000%	0.2435	0.2435	. ••••
12 TAX ID 1827986	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-62	1.14000%	0.67000	0.0014	Rí
	Equitable Production Company				0.0100	WI
Tract 12 Totals			1.140000%	0.6700	0.0114	. **1
,	TOTAL GAS ESTATE		100.000000%	44.7035	1.0000	
	Percentage of Unit Leased Percentage of Unit Unleased		71.698333% 28.301667%			
	Acreage in Unit Leased Acreage in Unit Unleased			28.0685 16.6350		

### Coal Estate Only

1 TAX ID 2270310	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-525	15.190000%	8.9300	0.0190	Ri
	Equitable Production Company		15.190000%	8.9300	0.0000	Wi
Tract 1 Totals  2 TAX ID 1827987	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-61	27.210000%	15.9900	0.0190	Ri
	Equitable Production Company				0.2381	wı
Tract 2 Totals			27.210000%	15.9900	0.2721	
3 TAX ID 1828101	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-105	4.9300000%	2.9000	0.0062	RI
	Equitable Production Company				0.0431	wı
Tract 3 Totals			4.930000%	2.9000	0.0493	-
4 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	2.57000%	1.51000	0.0032	RI
	Equitable Production Company				0.0225	Wi
Tract 4 Totals			2.570000%	1.5100	0.0257	-
5 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.970000%	0.5700	0.0012	RI
	Equitable Production Company		0.970000%	0.5700	0.0000	WI
Tract 5 Totals					0.0012	-
6 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	2.330000%	1.3700	0.0029	RI
	Equitable Production Company				0.0204	Wi
Tract 6 Totals			2.330000%	1.3700	0.0233	-
7 TAX ID 1827986	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-62	5.890000%	3.4600	0.0074	RI
	Equitable Production Company				0.0515	WI
Tract 7 Totals			5.890000%	3.4600		-
8 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	8.010000%	4.7100	0.0100	RI
:	Equitable Production Company				0.0701	. WI
Tract 8 Totals			8.010000%	4.7100	0.0801	•
9 TAX ID 1828015	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-34	6.650000%	3.9100	0.0083	RI
	Equitable Production Company				0.0582	WI
Tract 9 Totals			6.650000%	3.9100	0.0665	

### EX 48020 012

10 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	0.760000%	0.4400	0.0010	RI
	Equitable Production Company				0.0067	WI
Tract 10 Totals			0.760000%	0.4400	0.0076	
11 TAX ID 1828299	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T2-185	24.350000%	14.3100	0.0304	RI
	Equitable Production Company				0.2131	WI
Tract 11 Totals			24.350000%	14.3100	0.2435	. ***
12 TAX ID 1827986	Range Resources-Pine Mountain, Inc. ATTN: Jerry Grantham P.O. Box 2136 Abingdon, VA. 24212	Leased 906889/T-62	1.140000%	0.6700	0.0014	RI
	Equitable Production Company				0.0100	WI
Tract 12 Totals			1.140000%	0.6700	0.0114	
	TOTAL COAL ESTATE		198.860000%	116.8700		
	Percentage of Unit Leased Percentage of Unit Unleased		100.000000% 0.000000%			
	Acreage in Unit Leased Acreage in Unit Unleased			58.7700 0.0000		

(MSTHUMEN) #190601101 HE(CORDED IN THE DIEMN'S DEFINE OF DIENEMON ON AUGUS: 11: ZUID AT BELGEM

> HICHAMD W. SOWARDS: COERT. HECOMBED SII CUP